



SEPTEMBER 8, 2010

**Production Alert: California Film & Television Tax Credit Program -  
Updated Expenditure Tracking Tips**

The California Film Commission (CFC), which administers the California Film & Tax Credit Program, provides detailed program information on our website. Recently, the CFC revised our Expenditure Tracking Tips with respect to insurance claims: productions no longer must deduct insurance refunds from their qualified expenditure total.

Below is the provision with the change indicated:

**9. Insurance Claims & Budget Thresholds**

~~Any refunds which include qualified expenditures received as a result of a California insurance claim must be deducted from the qualified expenditures total.~~ Insurance deductibles are not qualified expenditures. Any additional costs associated with an insurance claim will not be counted toward the budget threshold criteria (e.g., if an insurance claim causes the production to exceed the \$10 mil or \$75 million thresholds, the production will not be disqualified or reclassified).

The revised Tracking Tips document can be found on the CFC website at [www.film.ca.gov](http://www.film.ca.gov). (Incentives tab). Please feel free to contact the CFC with any specific questions regarding the Tax Credit Program at 323-860-2960 x110.